宁波屹东电子股份有限公司
NINGBO YIDONG ELECTRONIC COMPANY LIMITED *

(a joint stock limited company incorporated in the People's Republic of China)
(Stock Code: 8249)

PROPOSED CHANGE OF AUDITORS

> The Board proposed to appoint PKF as new auditors of the Company to fill in the vacancy following the resignation of Deloitte with effect from 28 November 2007. The appointment of PKF as auditors of the Company is subject to the approval of the shareholders of the Company at the EGM pursuant to the articles of association of the Company.

The board of directors (the "Board") of Ningbo Yidong Electronic Company Limited (the "Company") announces that Messrs. Deloitte Touche Tohmatsu ("Deloitte") resigned as auditors of the Company and its subsidiaries with effect from 28 November, 2007, as the Board and Deloitte could not reach a consensus on the audit fees for the year ending 31 December 2007.

Deloitte had indicated in their resignation letter that there were no circumstances connected with their resignation which they considered should be brought to the attention of the shareholders and creditors of the Company. Also, both the Board and the audit committee of the Company were not aware of any matter in respect of the above-mentioned change of auditors that should be brought to the attention of the shareholders and creditors of the Company.

Deloitte completed the audit for the financial statements of the Company for the year ended 31 December 2006 and have not commenced any audit work on the financial statements of the Company for the year ending 31 December 2007. It is expected that such change of auditors will not affect the audit and the release of annual results of the Company for the year ending 31 December 2007.

The Board has resolved to propose to appoint Messrs. PKF ("PKF"), as auditors of the Company to fill in the casual vacancy following the resignation of Deloitte and to hold office until the conclusion of the next annual general meeting of the Company. The appointment of PKF as the auditors of the Company is subject to the approval of shareholders of the Company (the "Shareholders") at the extraordinary general meeting of the Company (the "EGM") to be convened pursuant to the articles of association of the Company. A circular, containing details of the change of auditors and the notice of the EGM, will be dispatched to the Shareholders in due course.

By order of the board
Ningbo Yidong Electronic Company Limited
Liu Feng
Chairman

Ningbo, the PRC, 3 December 2007

As of the date hereof, the executive Directors are Mr. Liu Feng, Mr. Gong Zhang Jun and Mr. Chen Zheng Tu, while the non-executive Director are Mr. Zheng Yi Song and Mr. Wang Wei Shi. The independent non-executive Directors are Mr. Tang Zhen Ming, Mr. Ding Gang Yi and Mr. Ku Kin Shing.

This announcement, for which the Directors of the Company (the "Directors") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the "Latest Company Announcements" pages of the GEM website for at least 7 days from the date of its posting.

* for identification purpose only